

DC TWO SELLS ALL 2MW MID-WEST REGIONAL DATA CENTRE CAPACITY

Highlights;

- *Following the recent commissioning of DC Two's Mid-west data centre, DC Two has successfully sold the entire 2MW of data centre capacity to customers.*
- *DC Two estimates that full revenue generation for the site will occur within the next two weeks as the final customer equipment is moved to site.*
- *The full 2MW utilisation translates into approximately ~\$2.4m of recurring revenue per year.*
- *The Mid-West site is now expected to provide a stable, predictable revenue stream for the Company and has transitioned into a fully proven, first of its kind concept in Australia.*
- *Due to increasingly strong demand for hosting of cryptocurrency mining equipment, DC Two will now focus on developing its 1.4MW regional data centre located at a Bio-gas site in Victoria.*
- *The Bibra Lake Data Centre Tier III design accreditation documentation is currently undergoing its second review with the Uptime Institute. Once approved the data centre will be recognised as a Tier III Design Accredited data centre.*

31 March 2022: DC Two Limited (ASX: DC2) ("DC Two" or the "Company"), a vertically integrated revenue generating data centre, cloud and software business, is pleased to announce that further to the Company's announcement on 17 February 2022, it has now successfully sold the entire 2MW of capacity within its Mid-West regional data centre. Achieving full utilisation of the 2MW capacity was a key objective following DC Two's capital raise in September 2021.

It is estimated that approximately 1250kw will be utilised from initial fixed term contracts signed in June 2021 for a minimum of \$926,376 including GST over a 5-year term¹, and an additional contract signed in August 2021 for \$1,775,358 inc GST over a 36-month period². The remaining capacity has been sold to a number of smaller customers under a range of fixed term and month-to-month contracts. While no individual contract for these customers is considered material, the aggregate of all customers that are on month-to-month contracts are considered material at \$131,703 inc GST per month. All customers which

¹ ASX Announcement dated 17 June 2021: DC2 Signs Fixed Term ESG Agreement for Approximately A926k

² ASX Announcement dated 23 August 2021: DC2 Signs Multiple Colocation Agreements for Approx. A1.77m

are on month-to-month contracts are required to provide at least 30 days notice if they wish to cancel their service with DC Two.

DC Two estimates that the full 2MW of customer equipment will be online within the next two weeks once final equipment is moved to site, and will translate into approximately ~\$2.4m of recurring revenue per year. These are current estimates only and subject to change.

DC Two Managing Director, Justin Thomas said; “Our regional data centres have access to globally competitive power prices, which decrease the operational costs and increase our margins. These lower costs and eco-friendly credentials are key factors which have driven demand for this first of its kind Australian project.”

DC Two has been experiencing increasingly strong demand for the hosting of Cryptocurrency mining equipment. Now that the Mid-West data centre is online and is fully committed, DC Two will focus on developing its 1.4MW regional data centre located at a Bio-gas site in Victoria. Currently under a Non-Binding MoU, the Company aims to install its propriety modular data centre units at the site and offer local customers based in Victoria with a low cost, eco-friendly data centre and cloud service. The site is estimated to be online during H2 CY22.

Bibra Lake Tier III Design Accreditation Update

The Uptime Institute (UI) have completed the first review of the DC Two Tier III TCDD design documentation and based on the review comments, DC Two's engineering team are optimistic regarding the outcome of the second UI review following the submission of the TCDD response documents. DC Two is eagerly awaiting approval of the design documentation, at which point the Bibra Lake data centre will become a Tier III Design Accredited data centre.

This announcement has been approved for release by the Board of DC Two.

For more information please contact:

Justin Thomas

Managing Director

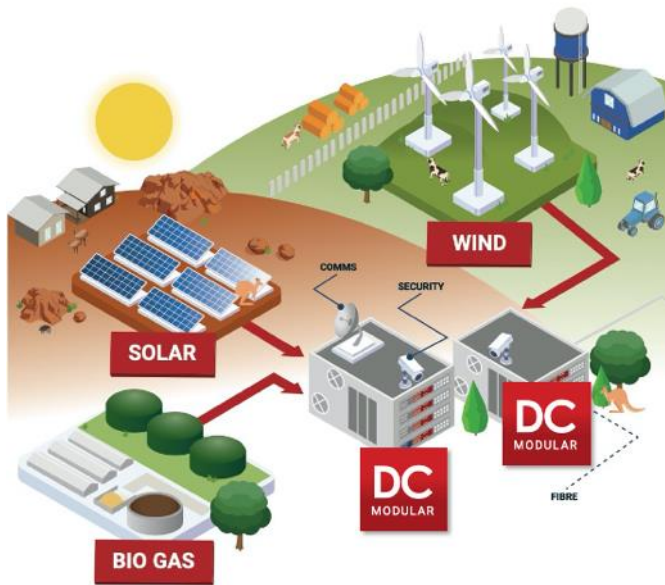
DC Two Limited

1300 331 888

investors@dctwo.com.au

ABOUT DC TWO

Established in 2012, DC Two offers a suite of vertically integrated services covering every part of the data centre and cloud technology stack. The Company offers a number of managed and integrated cloud services delivered from datacentres in Perth and Darwin and is currently rolling out DC Modular - a containerised "data centre in a box" innovation. DC Two also develops software assets to support our internal operations and provide enhanced control and flexibility, through automation and self-service, to our customers and technology partners, wherever they are.



ABOUT DC MODULAR

DC Two have developed a high density and transportable data centre that enables quick and easy deployment in any location. Based on durable ISO standard sea containers and non-ruggedized insulated variants, the transportable data centre only requires power and data connectivity and is suitable for high performance or supercomputing specific workloads.

FORWARD-LOOKING STATEMENTS

Statements contained in this release, particularly those regarding possible or assumed future performance, revenue, costs, dividends, production levels or rates, prices, or potential growth of DC

Two Limited, are, or may be, forward-looking statements. Such statements relate to future events and expectations and, as such, involve known and unknown risks and uncertainties. Actual results may differ materially from those expressed or implied by these forward-looking statements depending on various factors.